

**STATE OF ALASKA
DEPARTMENT OF REVENUE
TREASURY DIVISION
RETIREE HEALTH INSURANCE FUND**

SCHEDULES OF INVESTED ASSETS

August 31, 2006 and 2005

	<u>2006</u>	<u>2005</u>
Major Medical Investments (at fair value)		
Cash and cash equivalents		
Short-term Fixed Income Pool	\$ 37,454,421	\$ 49,832,242
Marketable debt securities		
Intermediate-term Fixed Income Pool	46,798,811	49,060,177
Broad Market Fixed Income Pool	77,108,286	72,404,637
Income receivable	<u>134,565</u>	<u>145,251</u>
Total Major Medical assets	<u>161,496,083</u>	<u>171,442,307</u>
Long Term Care Investments (at fair value)		
Cash and cash equivalents		
Short-term Fixed Income Pool	1,381,589	1,947,499
Marketable debt and equity securities		
Broad Market Fixed Income Pool	43,537,675	38,308,084
SOA International Equity Pool	26,828,619	19,582,574
Non-retirement Domestic Equity Pool	62,563,911	52,031,431
Income receivable	<u>11,170</u>	<u>3,968</u>
Total Long Term Care assets	<u>134,322,964</u>	<u>111,873,556</u>
Total invested assets	<u>\$ 295,819,047</u>	<u>\$ 283,315,863</u>

**STATE OF ALASKA
DEPARTMENT OF REVENUE
TREASURY DIVISION
RETIREE HEALTH INSURANCE FUND**

**SCHEDULE OF INVESTMENT INCOME
AND CHANGES IN INVESTED ASSETS**

For the Period Ended August 31, 2006

	<u>CURRENT MONTH</u>	<u>YEAR TO DATE</u>
Investment Income		
Earned by Major Medical assets		
Cash and cash equivalents		
Short-term Fixed Income Pool	\$ 134,565	\$ 253,775
Marketable debt securities		
Intermediate-term Fixed Income Pool	403,561	803,642
Broad Market Fixed Income Pool	1,116,677	2,113,653
Total income (loss) accruing to Major Medical assets	1,654,803	3,171,070
Earned by Long Term Care assets		
Cash and cash equivalents		
Short-term Fixed Income Pool	11,170	16,576
Marketable debt and equity securities		
Broad Market Fixed Income Pool	630,510	1,193,433
SOA International Equity Pool	594,986	727,341
Commission Recapture - International	10	147
Non-retirement Domestic Equity Pool	1,439,373	1,390,373
Total income (loss) accruing to Long Term Care assets	2,676,049	3,327,870
Total investment income	4,330,852	6,498,940
Total invested assets, beginning of period	282,307,088	281,069,792
Net contributions (withdrawals)	9,181,109	8,250,317
Total invested assets, end of period	\$ 295,819,049	\$ 295,819,049

STATE OF ALASKA
DEPARTMENT OF REVENUE - TREASURY DIVISION
INVESTED ASSETS UNDER THE INVESTMENT AUTHORITY OF THE COMMISSIONER OF REVENUE

RETIREE HEALTH INSURANCE FUND
Asset Allocation Policy with Actual Investment Holdings as of 8/31/2006
(Stated in Thousands)

Asset Allocation Policy Effective Date: 7/1/06

Fund established 7/1/98	Asset Allocation		Market Values	Current Allocation	Current Variance	
AY 03 Major Medical	Policy	Range				
Cash and cash equivalents						
Short-term Fixed Income Pool	18.00%	0%-36%	37,454	23.21%	N/A	
Total cash and cash equivalents		Residual	37,454	23.21%	N/A	
Marketable debt securities						
Intermediate-term Fixed Income Pool	30.00%	15%-45%	46,799	29.00%	1.00%	
Broad Market Fixed Income Pool	52.00%	37%-67%	77,108	47.79%	4.21%	
Total Marketable debt securities	82.00%		123,907	76.79%	5.21%	
Total investments AY 03 Major Medical	100.00%		161,361	100.00%	5.21%	
Income Receivable			135			
Total Invested Assets At Fair Value			161,496			
AY 11 Long Term Care	Notes	Policy	Range	Market Values	Current Allocation	Current Variance
Cash and cash equivalents						
Short-term Fixed Income Pool		1.00%	0%-2%	1,381	1.03%	N/A
Total cash and cash equivalents		1.00%		1,381	1.03%	N/A
Marketable debt securities						
Broad Market Fixed Income Pool		31.00%	21%-41%	43,538	32.42%	-1.42%
Total Marketable debt securities		31.00%		43,538	32.42%	-1.42%
Equities						
SOA Int'l Equity Pool		19.00%	15%-23%	26,829	19.97%	-0.97%
Non-retirement Domestic Equity Pool		49.00%	39%-59%	62,564	46.58%	2.42%
Total investments AY 11 Long Term Care		100.00%		134,312	100.00%	0.00%
Income Receivable				11		
Total Invested Assets At Fair Value				134,323		
Total Invested Assets at Fair Value				295,819		